



United States Department of the Interior

BUREAU OF LAND MANAGEMENT

Color Country District Office

Cedar City Field Office

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Cedar City, UT 84721

Telephone (435) 865-3000

www.blm.gov/ut/st/en/fo/cedar_city.html



In Reply Refer To:

UTC01

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OCT 14 2014

DIV. OF OIL, GAS & MINING

October 9, 2014

Mr. David Penney
Penney Gemstones
P.O. Box 312
Beaver, UT 84713

Dear Mr. Penney:


This letter provides for the final release of bond monies held by the BLM for the Lost Gems Prospect, for which you are the current operator of record. The Lost Gems Prospect was a small surface mining prospect on an alleged uncommon variety of lapidary stone located on BLM-managed lands in the western foothills of Blue Mountain, Beaver County. The project work was authorized by this office as an exploration notice in June 2000, was intermittently active for several years, and then was idled until the notice expired in 2011.

I am informed by Ed Ginouves of my staff that he has been working with you for several years to achieve satisfactory reclamation of the project disturbances. His most recent inspection, made on July 2, 2013, indicates that all necessary reclamation measures have at last been carried out to assure long term re-vegetation of the project disturbances. As the Division of Oil, Gas and Mining concurs with this assessment, I am pleased to inform you that the bond held by the BLM, in the amount of \$3,000, can now be released to you.

You are hereby released from any reclamation liability for the lands included in this project and any right to enter and conduct disturbance under this notice is hereby terminated.

If you have any questions, please feel free to contact Ed Ginouves directly at 435-865-3040.

Sincerely,


Elizabeth Burghard
Field Office Manager

cc: Peter Brinton, Reclamation Specialist, DOGM (Lost Gems Prospect, S/001/0056)
Opie Abeyta, USO